

LIBYA PUBLIC FINANCIAL MANAGEMENT

PROGRAM OVERVIEW

\$23.3* million • Implemented by The Pragma Corporation • 2019-2021 (*Two year base period with three option years*)

USAID's **Libya Public Financial Management (LPFM)** program advances national stability and a more prosperous future for the Libyan people by strengthening the country's fiscal foundation, revitalizing its electricity sector, and stimulating private sector growth.

PROGRAM OBJECTIVES

- 1) Strengthening Libya's public financial management (PFM) systems at the national and sub-national levels to improve budget transparency, accountability and more equitable distribution of critical public services;
- 2) Enhancing Libya's energy efficiency, conservation, and service reliability; and
- 3) Improving Libya's business enabling environment to stimulate private sector growth and investment.

PROGRAM ACTIVITIES

USAID's LPFM will:

- Build the capacity of the Ministry of Finance's Macro-Fiscal Unit (MFU) to conduct economic forecasting necessary to inform Libyan decision-makers in budget development and execution.
- Promote fiscal decentralization across all regions of Libya in coordination with national and local institutions.
- Enhance civil society capacity to contribute to and oversee municipal budget formulation and execution.
- Assist key energy sector partners to develop and implement both supply and demand-side management reforms to improve efficiency and sustainability.
- Stimulate private sector development through greater public/private dialogue and promotion of key enabling environment reforms designed to encourage private investment and economic diversification.
- Improve regulatory oversight, macro-financial management policies, and institutional capacity at the Central Bank of Libya, Libya Audit Bureau, and the Ministry of Finance.

** Subject to availability of funds, and a decision to exercise option years, TEC is up to \$55 million over five years.*

- Address needed streamlining of the public sector workforce, monitoring of state-owned enterprises, and budget implementation reforms within the Ministry of Finance to boost transparency and efficiency for managing budgetary resources.
- Support development and adoption of national-level medium-term expenditures strategies for critical public services (solid waste management, primary health care, primary education, water).

PROGRAM ACHIEVEMENTS

- Trained the Ministry of Finance's Macro-Fiscal Unit to execute macro-fiscal data, budgetary, and economic policy analyses.
- Advocated for legal and management reforms in the electricity sector, introducing private competition, renewable energy, and enhanced accountability for a more resilient power grid.
- Partnered with the Moomken organization through a local grant to develop and implement a national campaign to reduce wasteful energy consumption and promote energy efficient solutions.
- Initiating public/private sector dialogues to identify key business enabling reforms that make it easier for companies to launch, run, and succeed.
- Prepared 33 municipalities in drafting annual budgets, developed with citizen input and published online, informing constituents of expected revenues, expenditures, and longer-term funding priorities.
- Trained 18 Libyan municipalities to identify, cost out, and deliver a standard package of primary health care services in their localities.
- Integrating international standards and best practices within key macro-fiscal institutions, including the Central Bank of Libya, Libyan Audit Bureau, and Ministry of Finance for sustainable institutional reform.
- Established the first Budget Planning & Monitoring Unit with the Ministry of Finance to ensure the efficient use of scarce fiscal resources by state-owned enterprises.

CONTACT INFORMATION:

The Pragma Corporation. **Tunis** - Immeuble Emeraude center - 8th floor. Bureau B8-1 and B8-2 - Les Jardins du Lac 2 - 1053 - Les Berges du Lac. **Libya** - Hay Al Andalus, Greater Tripoli. Tel : +216 71862387 or +216 71862379. Email: lpfm@pragmacorp.com.